

Nuclear Assurance Corporation
Uranium Operations Division
101 South Third, Suite 25
Grand Junction, Colorado 81501
Phone (303) 245-4320

March 8, 1978

Mr. Ron Daniels
Coordinator, Mined Land Development
State of Utah
Division of Oil, Gas and Mining
1588 West North Temple
Salt Lake City, Utah 84116

Dear Mr. Daniels:

Pursuant to Section 26 of the State of Utah Mined Land Reclamation Act of 1975, Nuclear Assurance Corporation (NAC) as consultant to Uranium Resources and Development Company (URADCO) submits for your review and approval URADCO's Letter of Intention to commence mining operations on their Ransome Property, San Juan County, Utah. The completed Application Forms Nos. 1 and 2 and URADCO's Mining and Reclamation Plan accompany this Notice. These documents summarize the surface and underground activities that will be associated with the project.

We believe that the information that has been submitted are those asked for by Rule M-3 of the Mined Land Reclamation Act--General Rules and Regulations of Procedure. URADCO through NAC will work closely with the Division to insure that land reclamation procedures outlined herein are completed. URADCO recognizes, however, that the U.S. Forest Service (USFS) also has an important role in land reclamation, as the proposed project is located in the Manti-LaSal National Forest. Therefore, it appears that cooperation will be necessary between all interested parties relative to approval of the mining activities and land reclamation.

URADCO recognizes that as a condition of approval of this Notice the Division may require that a surety guarantee be provided. URADCO understands, however, that the Division's surety requirement may be waived in favor of the USFS surety requirement under certain conditions.

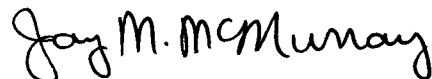
After you have had an opportunity to review the Notice, we will be happy to discuss its contents with you or to

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provide additional information that may be required.
Please contact our Mr. Bob Ward, Environmental Licensing
Manager, relative to the review and approval of the Notice
as he is coordinating acquisition of all environmental
permits and approvals that are required for this project.

Your prompt attention to this matter will be greatly
appreciated. If you have questions, please call.

Sincerely,

A handwritten signature in cursive script that reads "Jay M. McMurray".

J. M. McMurray
Program Manager

JMM/dc

Enclosure

cc: B. Ward (NAC)
F. Hahne (NAC)
J. S. Stefanko (URADCO)
G. Shay (URADCO)